NOTICE OF CONFIDENTIALITY RIGHTS: IF YOU ARE A NATURAL PERSON, YOU MAY REMOVE OR STRIKE ANY OR ALL OF THE FOLLOWING INFORMATION FROM ANY INSTRUMENT THAT TRANSFERS AN INTEREST IN REAL PROPERTY BEFORE IT IS FILED FOR RECORD IN THE PUBLIC RECORDS: YOUR SOCIAL SECURITY NUMBER OR YOUR DRIVER'S LICENSE NUMBER.

Producers 88 (4-89) — Paid Up With 640 Acres Pooling Provision STANDARD LEASE v.5

such part of the leased premises.

## PAID UP OIL AND GAS LEASE (No Surface Use)

	_	(210 2000	- CSC	•	
THIS LEASE AGREEMENT is mad	de this	day of	LNE		, 2009, by and between
MARY V. DISHMAN F.	IKLA MARG	V KEITH A	MALLED	PERSON	
whose addresss is 5804 5	PENCEL ST.	FORT WORK	1.76	76/19	as Lessor,
and, DALE PROPERTY SERVICES, L.L	.C., 2100 Ross Avenu	e. Suite 1870 Dallas T	exás 75201, as		rtions of this tease were prepared by the party
hereinabove named as Lessee, but all ot 1. In consideration of a cash bot described land, hereinafter called leased	nus in hand pald and t				or and Lessee.  and lets exclusively to Lessee the following
245 ACRES OF LAND,	MORE OR LESS I	REING LOT(S)	2		, BLOCK8
OUT OF THE	EST DAKS			ADDITIO	N. AN ADDITION TO THE CITY OF
IN VOLUME 388 3	, PAGE	ARRANT COUNT	Y, TEXAS, A F THE PLAT	CCORDING TO T RECORDS OF TA	THAT CERTAIN PLAT RECORDED ARRANT COUNTY, TEXAS.
substances produced in association th commercial gases, as well as hydrocarb land now or hereafter owned by Lessor	r the purpose of explori erewith (including geop on gases. In addition t which are contiguous or quest any additional or s	ng for, developing, proc physical/seismic operation the above-described lend adjacent to the above- upplemental instruments	lucing and mark ins). The term eased premises, described leased for a more com	eting oit and gas, alon "gas" as used herein this lease also covers i premises, and, in con plete or accurate descri	herein which Lessor may hereafter acquire by ig with all hydrocarbon and non hydrocarbon includes helium, carbon dioxide and other accretions and any small strips or parcels of sideration of the aforementioned cash bonus, iption of the land so covered. For the purpose t, whether actually more or less.
	substances covered here	als, shall be in force for a by are produced in payi	primary term of ng quantities fro	m the leased premises	)years from the date hereof, and for or from lands pooled therewith or this lease is
separated at Lessee's separator facilities. Lessor at the wellhead or to Lessor's creat the wellhead market price then prevailing price) for production of similar for the vellinead market price then prevailing price) for production of similar for the prevailing price) for production of similar severance, or other excise taxes and the have the continuing right to purchase such then prevailing in the same field, then in nearest preceding date as the date on with leased premises or lands pooled their hydraulic fracture stimulation, but such we producing in paying quantities for the being sold by Lessee, then Lessee shall depository designated below, on or befor are shut-in or production there from is received the such operations or production. Lessee 4. All shut-in royalty payments under the such operations or production. Lessee 4. All shut-in royalty payments under the and such payments or tenders to Leaddress known to Lessee shall constitute payment hereunder, Lessor shall, at Lessons. 5. Except as provided for in Paragoremises or lands pooled therewith, or pursuant to the provisions of Paragraph nevertheless remain in force if Lessee con the leased premises or lands pooled the end of the primary term, or at any toperations reasonably calculated to obtain ocessation of more than 90 consecutions there is production in paying quantities of Lessee shall drill such additional wells or to (a) develop the leased premises as t leased premises from uncompensated difference in the second production of the paying quantities of the second premises from uncompensated difference in the second preventing the s	substances produced a se, the royalty shall be as the same field (or lar grade and gravity;  ) of the production at the prevalunce costs incurred by Less charcoduction at the prevalunce rewith are capable of elthell or wells are either shall purpose of maintaining pay shut-in royalty of ore the end of said 90-danot being sold by Lesse leased premises or lander this lease shall be pag payments regardless a essor or to the deposition of the production (whether the see's request, deliver to praph 3, above, if Lesse if all production (whether the see's request, deliver to praph 3, above, if Lesse if all production (whether the see's request, deliver to praph 3, above, if Lesse if all production (whether the commences operations for the restore production we days, and if any suctrom the leased premises on of formations then capal trainage by any well or well as the production of the capal trainage by any well or well as the capal trainage by any well or well as the capal trainage by any well or well as the capal trainage by any well or well as the capal trainage by any well or well as the capal trainage by any well or well as the capal trainage the control of the capal trainage by any well or well as the capal trainage to the capal trainage trainag	s transportation facilities if there is no such price (b) for gas (including cleeds realized by Lesse ee in delivering, process vailing wellhead market ich there is such a previous its purchases hereunde her producing oil or gas aut-in or production there this lease. If for a perion ne dollar per acre then de y period and thereafter of the producing oil or gas aut-in or production there is provided that if this if disposed the producing shall repaid or tendered to Lesse of changes in the owners of changes of the owners of changes of the owners of changes in the owners of changes in the owners of changes in the owners of changes of the owners of the owners of changes of the owners of t	in provided that L. A. provided that L. then prevalling pasing head gare from the sale tring or otherwise price paid for probailing price) pursur; and (c) if at the or other substar from is not bein of 90 consecut overed by this learn or before eace ease is otherwise the or otherwise the otherwise the otherwise the otherwise of	of such processes shall have the country to the same field, then so and all other substitutes of the substitute of	ws: (a) For oil and other liquid hydrocarbons fuction, to be delivered at Lessee's option to continuing right to purchase such production at an the nearest field in which there is such a ances covered hereby, the royalty shall be nate part of ad valorem taxes and production, to other substances, provided that Lessee shall be not expected in the same field (or if there is no such price rehase contracts entered into on the same or mor any time thereafter one or more wells on paying quantities or such wells are waiting on well or wells shall nevertheless be deemed to ells are shut-in or production there from is not be made to Lessor or to Lessor's credit in the dof said 90-day period while the well or wells or operations, or if production is being sold by to the 90-day period next following cessation ut shall not operate to terminate this lease. It is may be made in currency, or by check or by the theory of the depository or to the Lessor at the last atton, or for any reason fail or refuse to accept on as depository agent to receive payments. The content of the production is the leased asus, including a revision of unit boundaries otherwise obtaining or restoring production if at an engaged in drilling, reworking or any other more of such operations are prosecuted with stances covered hereby, as long thereafter as it drill under the same or similar circumstances or lands pooled therewith, or (b) to protect the teen covenant to drill exploratory wells or any
depths or zones, and as to any or all signoper to do so in order to prudently devint formed by such pooling for an oil we horizontal completion shall not exceed 6 completion to conform to any well spacin of the foregoing, the terms "oil well" and prescribed, "oil well" means a well with a feet or more per barrel, based on 24-tequipment; and the term "horizontal conequipment; and the term "horizontal conequipment acreage covered by this lease and Lessee. Pooling in one or more instance unit formed hereunder by expansion or prescribed or permitted by the governm making such a revision, Lessee shall file leased premises is included in or excludible adjusted accordingly. In the absence a written declaration describing the unit at the full term of the properties of the	not the obligation to poubstances covered by the elop or operate the leas ell which is not a horizor 40 acres plus a maximung or density pattern that it "gas we!l" shall have the bour production test completion" means an oil militial gas-oil ratio of the bour production test completion" means an oil militial gas well shall have the policy in anywhere on a unit mises, except that the princluded in the unit beares shall not exhaust Lecontraction or both, ellipse of record a written decided from the unit by virtue of production in paying the in graduation in paying the in graduation in paying the in mineral estate in all or	his lease, either before the premises, whether or that completion shall not macreage tolerance of the may be prescribed or premises than 100,000 cubic frought of the macreage tolerance of the macreage tolerance or the meanings prescribed established in which the horizon between the macreage shall file of rectification on which Lesses shall file of rectification on which Lesses to the total gross acreage speeds pooling rights her before or after communication, or to conform the first of the conformation describing the macreage of such revision, the proposition of the leased of the lea	or after the come or after the come or after the come of the component	mencement of product ing authority exists with so plus a maximum acreat a larger unit may be governmental authority wor the appropriate grading as well' means a withous using standard leading to the gross completion laration describing the eased premises shall be that production, in order to cove acreage determination stating the effective data production on which ront cessation thereof, Le constitute a cross-convestitutes a cross-convestitutes a cross-convestitutes and shut-in royaltices.	an any other lands or interests, as to any or all iton, whenever Lessee deems it necessary or respect to such other lands or interests. The aage tolerance of 10%, and for a gas well or a formed for an oil well or gas well or horizontally having jurisdiction to do so. For the purpose overnmental authority, or, if no definition is so overli with an initial gas-oil ratio of 100,000 cubic ease separator facilities or equivalent testing an interval in facilities or equivalent testing in interval in the reservoir exceeds the vertical unit and stating the effective date of pooling be treated as if it were production, drilling or reportion of the total unit production which the such proportion of unit production which the such proportion of unit production is sold by urring right but not the obligation to revise any onform to the well spacing or density pattern to made by such governmental authority. In e of revision. To the extent any portion of the posities are payable hereunder shall thereafter is seen may terminate the unit by filing of record expanse of interests.

8. The interest of either Lessor or Lessee hereunder may be assigned, devised or otherwise transferred in whole or in part, by area and/or by depth or zone, and the of the interest of earlier tests of clearly tests of the design of the parties hereunder shall extend to their respective heirs, devisees, executors, administrators, successors and assigns. No change in Lessor's ownership shall have the effect of reducing the rights or enlarging the obligations of Lessee hereunder, and no change in ownership shall be binding on Lessee until 60 days after Lessee has been furnished the original or certified or duly authenticated copies of the documents establishing such change of ownership to the satisfaction of Lessee or until Lessor has satisfied the notification requirements contained in Lessee's usual form of division order. In the event of the death of any person entitled to shut-in royallies hereunder, Lessee may pay or tender such shut-in royalties to the credit of decedent or decedent's estate in the depository designated above. If at any time two or more persons are entitled to shut-in royalties hereunder, Lessee may pay or tender such shut-in royalties to such persons or to their credit in the depository, either jointly or separately in proportion to the interest which each owns. If Lessee transfers its interest hereunder in whole or in part Lessee shall be relieved of all obligations thereafter arising with respect to the transferred interest, and failure of the transferee to satisfy such obligations with respect to the transferred interest shall not affect the rights of Lessee with respect to any interest not so transferred. If Lessee transfers a full or undivided interest in all or any portion of the area covered by this lease, the obligation to pay or tender shut-in royalities hereunder shall be divided between Lessee and the transferee in proportion to the net acreage interest in this lease then held by each.

9. Lessee may, at any time and from time to time, deliver to Lessor or file of record a written release of this lease as to a full or undivided interest in all or any portion of

the area covered by this lease or any depths or zones there under, and shall thereupon be relieved of all obligations thereafter arising with respect to the interest so released. If Lessee releases all or an undivided interest in less than all of the area covered hereby, Lessee's obligation to pay or tender shut-in royaltles shall be proportionately reduced

in accordance with the net acreage interest retained hereunder.

in accordance with the net acreage interest retained hereunder.

10. In exploring for, developing, producing and marketing oil, gas and other substances covered hereby on the leased premises or lands pooled or unitized herewith, in primary and/or enhanced recovery, Lessee shall have the right of ingress and egress along with the right to conduct such operations on the leased premises as may be reasonably necessary for such purposes, including but not limited to geophysical operations, the drilling of wells, and the construction and use of roads, canals, pipelines, tanks, water wells, disposal wells, injection wells, pits, electric and telephone lines, power stations, and other facilities deemed necessary by Lessee to discover, produce, store, treat and/or transport production. Lessee may use in such operations, free of cost, any oil, gas, water and/or other substances produced on the leased premises, except water from Lessor's wells or ponds. In exploring, developing, producing or marketing from the leased premises or lands pooled therewith, the ancillary rights granted herein shall apply (a) to the entire leased premises described in Paragraph 1 above, notwithstanding any partial release or other partial termination of this lease; and (b) to any other lands in which Lessor now or hereafter has authority to grant such rights in the vicinity of the leased premises or lands pooled therewith. When requested by Lessor in writing, Lessee shall bury its pipelines below ordinary plow depth on cultivated lands. No well shall be located less than 200 feet from any house or barn now on the leased premises or other lands used by Lessee hereunder, without Lessor's consent, and Lessee shall pay for damage caused by its operations to buildings and other improvements now on the leased premises or such other lands, and to commercial timber and growing crops thereon. Lessee shall have the right at any time to remove its fixtures, equipment and materials, including well casing, from the leased premises or such other lands during

now on the leased premises or such other lands, and to commercial timber and growing crops thereon. Lessee shall have the right at any time to remove its fixtures, equipment and materials, including well casing, from the leased premises or such other lands during the term of this lease or within a reasonable time thereafter.

11. Lessee's obligations under this lease, whether express or implied, shall be subject to all applicable laws, rules, regulations and orders of any governmental authority having jurisdiction including restrictions on the drilling and production of wells, and the price of oil, gas, and other substances covered hereby. When drilling, reworking, production or other operations are prevented or delayed by such laws, rules, regulations or orders, or by inability to obtain necessary permits, equipment, services, material, water, electricity, fuel, access or easements, or by fire, flood, adverse weather conditions, war, sabotage, rebellion, insurrection, rlot, strike or labor disputes, or by inability to obtain a satisfactory market for production or failure of purchasers or carriers to take or transport such production, rlot, strike or labor disputes, or by inability to obtain a satisfactory market for production or failure of purchasers or carriers to take or transport such production, or by any other cause not reasonably within Lessee's control, this lease shall not terminate because of such prevention or delay, and at Lessee's option, the period of such prevention or delay shall be added to the term hereof. Lessee shall not be liable for breach of any express or implied covenants of this lease when drilling, production or other operations are so prevented, delayed or interrupted.

12. In the event that Lessor, during the primary term of this lease, receives a bona fide offer which Lessor is willing to accept from any party offering to purchase from Lessor a lease covering any or all of the substances covered by this lease and covering all or a portion of the land described herein, with the le

and all other pertinent terms and conditions of the offer. Lessee, for a period of fifteen days after receipt of the notice, shall have the prior and preferred right and option to purchase the lease or part thereof or Interest therein, covered by the offer at the price and according to the terms and conditions specified in the offer.

13. No litigation shall be initiated by Lessor with respect to any breach or default by Lessee hereunder, for a period of at least 90 days after Lessor has given Lessee written notice fully describing the breach or default, and then only if Lessee fails to remedy the breach or default, within such period. In the event the matter is litigated and there is a final judicial determination that a breach or default has occurred, this lease shall not be forfeited or canceled in whole or in part unless Lessee is given a reasonable time after said judicial determination to remedy the breach or default and Lessee fails to do so.

14. For the same consideration recited above, Lessor hereby grants, assigns and conveys unto Lessee, its successors and assigns, a perpetual subsurface well bore easement under and through the leased premises for the placement of well bores (along routes selected by Lessee) from oil or gas wells the surface locations of which are situated on other tracts of land and which are not intended to develop the leased premises or lands pooled therewith and from which Lessor shall have no right to royalty or other benefit. Such subsurface well bore easements shall run with the land and survive any termination of this lease. enefit. Such subsurface well bore easements shall run with the land and survive any termination of this lease.

15. Lessor hereby warrants and agrees to defend title conveyed to Lessee hereunder, and agrees that Lessee at Lessee's option may pay and discharge any taxes, mortgages or liens existing, levied or assessed on or against the leased premises. If Lessee exercises such option, Lessee shall be subrogated to the rights of the party to whom payment is made, and, in addition to its other rights, may reimburse itself out of any royalties or shut-n royalties otherwise payable to Lessor hereunder. In the event Lessee is made aware of any claim inconsistent with Lessor's title, Lessee may suspend the payment of royalties and shut-in royalties hereunder, without interest, until Lessee has been furnished satisfactory evidence that such claim has been resolved.

16. Notwithstanding anything contained to the contrary in this lease, Lessee shall not have any rights to use the surface of the leased premises for drilling or other

17. This lease may be executed in counterparts, each of which is deemed an original and all of which only constitute one original.

DISCLAIMER OF REPRESENTATIONS: Lessor acknowledges that oil and gas lease payments, in the form of rental, bonus and royalty, are market sensitive and may vary depending on multiple factors and that this Lease is the product of good faith negotiations. Lessor understands that these lease payments and terms are final and that Lessor entered into this lease without duress or undue influence. Lessor recognizes that lease values could go up or down depending on market conditions. Lessor acknowledges that no representations or assurances were made in the negotiation of this lease that Lessor would get the highest price or different terms depending on future market conditions. Neither party to this lease will seek to alter the terms of this transaction based upon any differing terms which Lessee has or may negotiate with any other lessors/oil and gas owners.

IN WITNESS WHEREOF, this lease is executed to be effective as of the date first written above, but upon execution shall be binding on the signatory and the signatory's

ESSOR (WHETHER ONE OR MORE)	
SY: MARY V. DISHMAN	By:
STATE OF TEMS	ACKNOWLEDGMENT
COUNTY OF	MARY V. KEITH, A MARKEN (ERS.)
My Commi	Notary Public, State of 15 Notary Public, State of 15 Notary's name (printed): DANC KNOTT Notary's commission expires:
TATE OF	day of, 2009,



## DALE RESOURCES LLC 2100 ROSS AVE STE 1870 LB-9

DALLAS

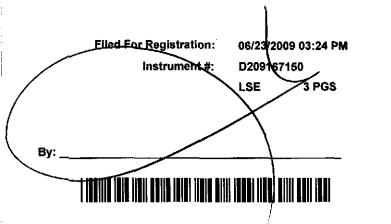
TX 75201

Submitter: DALE RESOURCES LLC

SUZANNE HENDERSON TARRANT COUNTY CLERK TARRANT COUNTY COURTHOUSE 100 WEST WEATHERFORD FORT WORTH, TX 76196-0401

## <u>DO NOT DESTROY</u> <u>WARNING - THIS IS PART OF THE OFFICIAL RECORD.</u>

\$20.00



D209167150

ANY PROVISION WHICH RESTRICTS THE SALE, RENTAL OR USE OF THE DESCRIBED REAL PROPERTY BECAUSE OF COLOR OR RACE IS INVALID AND UNENFORCEABLE UNDER FEDERAL LAW.

Printed by: CN